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Voluntary Public

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2012 2nd Tranche Rice CSQ SBS Tender Results

Report Categories:

Grain and Feed

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Report Highlights:

On August 10, Taiwan successfully tendered and awarded 10,600 metric tons (MT) of the second tranche 2012 SBS U.S. rice CSQ to six out of 26 bidders who participated in the bid. As of October 4, Taiwan has awarded a total of 22,600 MT of the 2012 U.S. rice CSQ under the SBS scheme. The remaining 42,034 MT of the 2012 U.S. CSQ will be divided into three normal tenders, with the first tender for 12,834 MT to be held on October 9 for delivery during January-April 2013.

General Information:

Section I - Update on Taiwan's implementation of the 2012 rice country-specific quota (CSQ) Tender:

As of October 4, Taiwan has completed 45,900 MT of the 2012 rice CSQ Tender for a 48% completion rate.

SBS Tender:

- The first tranche simultaneous buy-sell (SBS) tender for 20,500 MT was completed on January 15, 2012 for delivery by December 31, 2012.
- The second tranche SBS tender for 10,600 MT was completed on August 22, 2012 for delivery by April 30, 2013.

Normal Tender:

- On September 22, Taiwan completed the first tranche normal tender for 6,000 MT of Australian-origin medium/short grain brown rice for delivery to Council of Agriculture (COA) designated warehouses by November 30, 2012.
- The second tranche normal tender has been scheduled for October 9, 2012, for 6,134 MT of Australian-origin and 12,834 MT of U.S.-origin medium/short grain brown rice.
- The U.S. CSQ of 42,034 MT under normal tender scheme will be divided into three respective tenders.

1st tender for 12,834 MT of medium/short grain brown rice

2nd tender for 20,000 MT of medium/short brown rice

3rd tender for 8,000 MT of medium/short milled rice (9,200 mt brown equivalent)

Section II - Results of the Second Tranche 2012 rice CSQ SBS Tender

GF4-101-070 for 10,600 MT of U.S.-origin rice:

All the 10,600 MT of the U.S. SBS were awarded to six bidders out of 26 participants at the same markup of NT\$8.501/kg -- a record high. Of these six successful bidders, four received 2,000 MT and the rest two received 1,000 MT and 1,600 MT, respectively.

GF4-101-071 for 3,000 MT of Australia-origin rice:

The August 10 tender failed due to offered bid prices lower than COA/AFA preset floor price.

The 2nd tendering process was conducted on August 22 with two successful bidders receiving awards of

1,000 MT at NT\$5.280/kg and 2,000 MT at NT\$5.250/kg, respectively.

GF4-101-072 for 3,300 MT of Thai-origin rice:

All 3,300 MT of the Thai SBS allotment was awarded to six out of 28 successful bidders at the same markup price of NT\$10.600/kg. Of these 6 successful bidders, two received 1,000 MT, the rest received 500 MT, 400 MT, 300 MT and 100 MT, respectively.

GF4-101-073 for 2,500 MT of Egypt-origin rice:

All 2,500 MT of the Egypt SBS allotment was awarded to five out of seven successful bidders at the same markup price of NT\$6.036/kg. Of these five successful bidders, one received 1,000 MT, two received 500 MT each, and the other two received 250 MT each.

Table 1 - Allotments and Tender Results of Taiwan's 2012 Rice Country Specific Quota (CSQ) for Public Sector Imports in Metric Tons on a Brown Rice Basis (tender completion dates are in parentheses)

Country	SBS Tender		Normal Tender	Total Rice CSQ allotment
	1 st Tranche for delivery by 12/31/2012	2 nd Tranche for delivery by 4/30/2013		
Egypt	0	2,500 (08/10/2012)	0	2,500
Thailand	5,000 (12/21/2011)	3,300 (08/10/2012)	0	8,300
Australia	3,500 (01/15/2011)	3,000 (08/22/2012)	12,134 (6,000 tons completed 08/22/2012)	18,634
USA	12,000 (12/21/2011)	10,600 (08/10/2012)	42,034	64,634
Subtotal	20,500 (completed)	19,400 (completed)	54,168	94,068
Source: Taiwan's Council of Agriculture				

Ref: TW11026 - Results of the 1st Tranche of Taiwan's 2012 Rice CSQ SBS Tender

Exchange rate was \$1 to NT\$29.94 on 08/10/2012 and NT\$29.98 on 09/22/2012.